

COMMERCE AND INDUSTRIES SECRETARIAT

Details the pattern of set up for extension of the jurisdiction of the Rural Industries Financing Bank to the Integrated Areas.

READ—

1. Government Order No. CI 158 RIS 58, dated 27th February 1959.
2. Letter from the Joint Director, Rural Industrialisation, No. SDR/PROC/F. 59, dated 12th June 1959.
3. Letter from the Joint Director, Rural Industrialisation No. B. 15168/58-9, dated 25th June 1959.
4. Letter from the Joint Director, Rural Industrialisation No. RI. FB. PR. 4/59-60, dated 3rd July 1959.
5. Letter from the Joint Director, Rural Industrialisation No. RIFB.P.R. 4/59-60, dated 10th July 1959.
6. Letter from the Joint Director, Rural Industrialisation No. RIFB-P.R. 4/59-60, dated 17th August 1959.

ORDER No. CI 158 RIS 58, DATED BANGALORE, THE 10TH SEPTEMBER 1959
(BHADRAPADA 19, SAKA ERA 1881).

Consequent on the extension of the jurisdiction of the Rural Industries Financing Bank to the integrated areas of the State, a question has arisen as to the pattern of organisation in the different areas for channelling the activities of the Bank. In the old Mysore area the existing primary Rural Industrial Co-operative Societies and urban industrial Co-operative Societies affiliated to the Bank, through which loans are being issued to artisans and industrialists, are being amalgamated into Taluk Rural Industrial Co-operative Societies. In South Kanara District also Taluk Rural Industrial Co-operative Societies have been formed on the model of Old Mysore Area and registered. These Societies are proposed to be got affiliated to the Rural Industrial Financing Bank. Similarly for Coorg one Primary Society at Mercara is proposed to be formed to cater to the needs of the entire District.

2. As regards Hyderabad Karnatak area, the Joint Director of Industries and Commerce, who had discussions in the matter with representatives of the District Central Co-operative Banks of Raichur and Gulbarga and other local officers concerned reports that these Banks are not in favour of undertaking the task of distributing industrial loans. It is therefore proposed that Primary Rural Industrial Co-operative Societies at Taluk level may be organised in this area also on the pattern of the Old Mysore Area, and that the Rural Industries Financing Bank may channelise its activities through these primary societies.

3. As regards the Bombay Karnatak Area, however, the consensus of opinion is that the existing District Industrial Banks of Dharwar, Belgaum and Bijapur Districts would undertake the responsibility of distributing loans to the Small Scale and Rural Industrialists and that there is no need to have any other agencies at any lower level in these districts.

4. As for the North Kanara District there is no Industrial Bank in the District nor is it likely that the Reserve Bank will permit one to be formed. The leading Co-operators and industrialists of the District are in favour of having taluka Rural Industrial Co-operative Societies as in the Old Mysore Area to channelise the loans from the Rural Industries Financing Bank. Hence it is proposed to form primary societies at the taluka level in this District also for that purpose.